

IN THE UNITED STATES DISTRICT COURT
FOR THE SOUTHERN DISTRICT OF NEW YORK

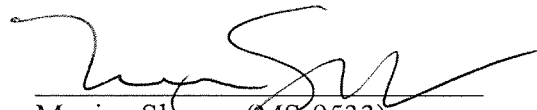
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THE SILVERFERN GROUP,)
)
Plaintiff,)
)
v.)
)
ePALS CLASSROOM EXCHANGE, INC.,)
)
Defendant.)
-----)	

Civil Action No. 06CV15404 (LBS)

Rule 7.1 Disclosure Statement

Pursuant to Federal Rule of Civil Procedure 7.1, the undersigned counsel for Defendant ePALS Classroom Exchange, Inc. certifies that ePALS Classroom Exchange, Inc. is a wholly owned subsidiary of ePALS, Inc. and that ePALS, Inc. does not have a parent corporation nor does any publicly traded corporation own 10% or more of its stock.

Respectfully Submitted By:


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Inc.

CERTIFICATE OF SERVICE

I certify that a true copy of the foregoing was sent by first-class mail, postage prepaid, this 24th day of January 2007 to:

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